

State Of New Hampshire Monthly Revenue Focus

Department of Administrative Services

Commissioner Donald S. Hill



Monthly Revenue Summary

	<u>FY 06</u>	<u>FY 05</u>	<u>Inc/(Dec)</u>
Gen & Educ	\$ 87.2	\$ 83.3	\$ 3.9
Highway	\$ 19.9	\$ 17.8	\$ 2.1
Fish & Game	\$ 0.8	\$ 1.2	\$ (0.4)

Current Month Analysis

General & Education Funds	<i>FY06 Actuals</i>	<i>FY06 Plan</i>	<i>Actual vs. Plan</i>
Business Profits Tax	\$ 4.2	\$ 3.9	\$ 0.3
Business Enterprise Tax	9.3	6.7	2.6
Subtotal	13.5	10.6	2.9
Meals & Rooms Tax	18.4	18.6	(0.2)
Tobacco Tax	13.9	13.9	-
Liquor Sales and Distribution	10.0	10.3	(0.3)
Interest & Dividends Tax	0.6	0.2	0.4
Insurance Tax	1.1	1.0	0.1
Communications Tax	5.4	5.9	(0.5)
Real Estate Transfer Tax	16.6	16.6	-
Estate & Legacy Tax	0.6	0.6	-
Court Fines & Fees	1.8	2.4	(0.6)
Securities Revenue	0.4	0.4	-
Utility Tax	0.5	0.6	(0.1)
Board & Care Revenue	0.9	0.9	-
Beer Tax	1.4	1.4	-
Racing Revenue	0.2	0.4	(0.2)
Other	1.9	3.0	(1.1)
Transfers from Lottery/Pari-Mutuel	-	-	-
Tobacco Settlement	-	-	-
Utility Property Tax	-	-	-
State Property Tax	-	-	-
Subtotal	87.2	86.8	0.4
Net Medicaid Enhancement Rev	-	0.1	(0.1)
Recoveries	-	1.3	(1.3)
Subtotal	87.2	88.2	(1.0)
Other Medicaid Enhancement Rev to Fund Net Appropriations	-	-	-
Total	\$ 87.2	\$ 88.2	\$ (1.0)

This report is the first Monthly Unrestricted Revenue report for fiscal 2006. Unrestricted revenue for the General and Education Funds received during July totaled \$87.2 million, which was below the plan by \$1.0 million and \$3.9 million above prior year.

Included as an insert to this report is the Fiscal 2006 Revenue Plan. The plan represents a monthly allocation of the official revenue estimates as passed in the State's Biennial Budget approved in June 2005. The fiscal 2006 unrestricted revenue plan, set at \$2,126.6 million, is approximately 6% more than the fiscal 2005 plan, primarily as a result of the expected growth in business taxes and real estate transfer taxes along with the increase in the tobacco tax rate.

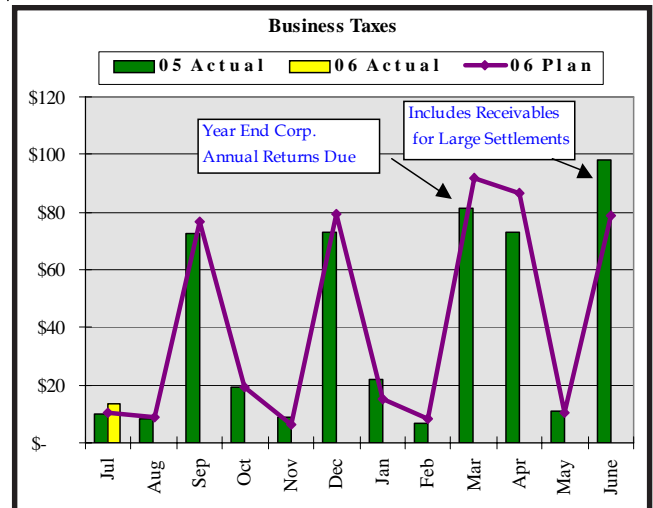
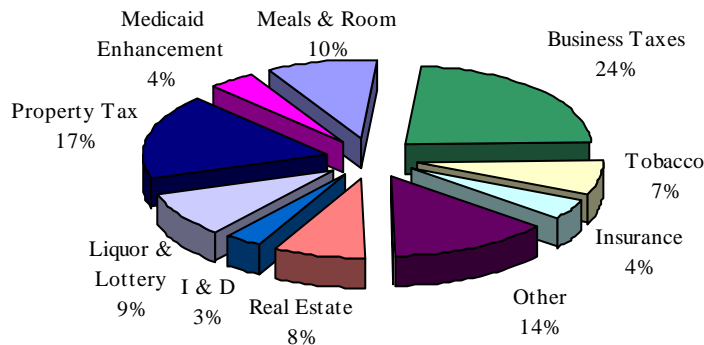
During July, several large Business Tax settlements were received by the Department of Revenue Administration, which totaled approximately \$25 million. In accordance with accounting standards, these settlements were recorded as a receivable and recognized as unrestricted revenue in fiscal 2005 therefore, the settlements are not reflected in this report.

Excluding the settlements, **Business Taxes** for July were \$13.5 million, \$2.9 above plan and ahead of prior year by \$3.8 million. July is a relatively small activity month for companies to file their final returns or estimates. September is the next key month to analyze business tax performance, since traditionally almost 20% of the entire fiscal year collections are received.

Listed below are the current tax rates for fiscal 2006 for the larger tax categories. With the exception of the increase in the Tobacco Tax from .52 cents to .80 cents per pack of cigarettes (HB2-A L'05), there were no changes in these rates from last year.

- Business Profits Tax 8.5% (1.5% earmarked to Education Trust Fund).
- Business Enterprise Tax .75% (.50% earmarked to Education Trust Fund).
- Real Estate Transfer Tax \$7.50 per thousand (\$2.50 earmarked to Education Trust Fund).
- Tobacco Tax .80 cents per pack (.43 cents earmarked to Education Trust Fund).
- Communication Tax 7.0%.
- Education Property tax \$3.33 per thousand (Ch 200 L'04 – SB302).

*Fiscal 2005 amounts are UNAUDITED
All funds reported in Millions and on a Cash Basis*

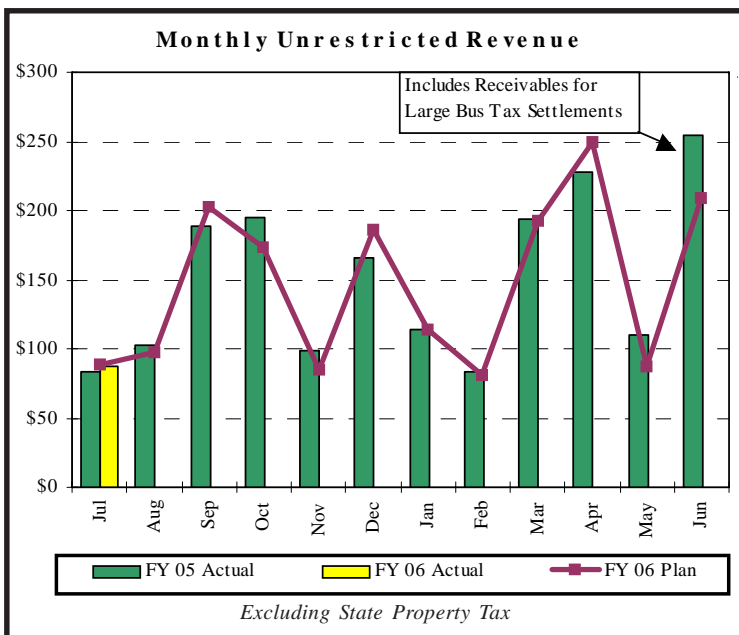
Major Unrestricted Revenue Categories**General & Education Funds Comparison to FY 05**

General & Education Funds	Monthly			Year-to-Date			
	FY06 Actuals	FY05 Actuals	Inc/(Dec)	FY06 Actuals	FY05 Actuals	Inc/(Dec)	% Inc/(Dec)
Business Profits Tax	\$ 4.2	\$ 2.5	\$ 1.7	\$ 4.2	\$ 2.5	\$ 1.7	68.0%
Business Enterprise Tax	9.3	7.2	2.1	9.3	7.2	2.1	29.2%
Subtotal	13.5	9.7	3.8	13.5	9.7	3.8	39.2%
Meals & Rooms Tax	18.4	17.4	1.0	18.4	17.4	1.0	5.7%
Tobacco Tax	13.9	8.2	5.7	13.9	8.2	5.7	69.5%
Liquor Sales and Distribution	10.0	9.9	0.1	10.0	9.9	0.1	1.0%
Interest & Dividends Tax	0.6	0.5	0.1	0.6	0.5	0.1	20.0%
Insurance Tax	1.1	0.8	0.3	1.1	0.8	0.3	37.5%
Communications Tax	5.4	6.7	(1.3)	5.4	6.7	(1.3)	-19.4%
Real Estate Transfer Tax	16.6	17.4	(0.8)	16.6	17.4	(0.8)	-4.6%
Estate & Legacy Tax	0.6	0.8	(0.2)	0.6	0.8	(0.2)	-25.0%
Court Fines & Fees	1.8	4.8	(3.0)	1.8	4.8	(3.0)	-62.5%
Securities Revenue	0.4	0.3	0.1	0.4	0.3	0.1	33.3%
Utility Tax	0.5	0.5	-	0.5	0.5	-	0.0%
Board & Care Revenue	0.9	0.6	0.3	0.9	0.6	0.3	50.0%
Beer Tax	1.4	1.3	0.1	1.4	1.3	0.1	7.7%
Racing Revenue	0.2	0.3	(0.1)	0.2	0.3	(0.1)	-33.3%
Other	1.9	2.8	(0.9)	1.9	2.8	(0.9)	-32.1%
Transfers from Lottery/Pari-Mutuel	-	-	-	-	-	-	-
Tobacco Settlement	-	-	-	-	-	-	-
Utility Property Tax	-	1.1	(1.1)	-	1.1	(1.1)	-100.0%
State Property Tax	-	-	-	-	-	-	-
Subtotal	87.2	83.1	4.1	87.2	83.1	4.1	4.9%
Net Medicaid Enhancement Rev Recoveries	-	0.2	(0.2)	-	0.2	(0.2)	-100.0%
Subtotal	87.2	83.3	3.9	87.2	83.3	3.9	4.7%
Other Medicaid Enhancement Rev to Fund Net Appropriations	-	-	-	-	-	-	-
Total	\$ 87.2	\$ 83.3	\$ 3.9	\$ 87.2	\$ 83.3	\$ 3.9	4.7%

Year-to-Date Analysis

General & Education Funds	General		Education		Total		
	Actual	Plan	Actual	Plan	Actual	Plan	Actual vs. Plan
Business Profits Tax	\$ 4.2	\$ 3.9	\$ -	\$ -	\$ 4.2	\$ 3.9	\$ 0.3
Business Enterprise Tax	9.3	6.7	-	-	9.3	6.7	2.6
Subtotal (1)	13.5	10.6	-	-	13.5	10.6	2.9
Meals & Rooms Tax	17.7	18.0	0.7	0.6	18.4	18.6	(0.2)
Tobacco Tax	11.0	11.0	2.9	2.9	13.9	13.9	-
Liquor Sales and Distribution	10.0	10.3	-	-	10.0	10.3	(0.3)
Interest & Dividends Tax	0.6	0.2	-	-	0.6	0.2	0.4
Insurance Tax	1.1	1.0	-	-	1.1	1.0	0.1
Communications Tax	5.4	5.9	-	-	5.4	5.9	(0.5)
Real Estate Transfer Tax	11.1	11.1	5.5	5.5	16.6	16.6	-
Estate & Legacy Tax	0.6	0.6	-	-	0.6	0.6	-
Court Fines & Fees	1.8	2.4	-	-	1.8	2.4	(0.6)
Securities Revenue	0.4	0.4	-	-	0.4	0.4	-
Utility Tax	0.5	0.6	-	-	0.5	0.6	(0.1)
Board & Care Revenue	0.9	0.9	-	-	0.9	0.9	-
Beer Tax	1.4	1.4	-	-	1.4	1.4	-
Racing Revenue	0.2	0.4	-	-	0.2	0.4	(0.2)
Other	1.9	3.0	-	-	1.9	3.0	(1.1)
Transfers from Lottery/Pari-Mutuel	-	-	-	-	-	-	-
Tobacco Settlement	-	-	-	-	-	-	-
Utility Property Tax	-	-	-	-	-	-	-
State Property Tax	-	-	-	-	-	-	-
Subtotal	78.1	77.8	9.1	9.0	87.2	86.8	0.4
Net Medicaid Enhancement Rev	-	0.1	-	-	-	0.1	(0.1)
Recoveries	-	1.3	-	-	-	1.3	(1.3)
Subtotal	78.1	79.2	9.1	9.0	87.2	88.2	(1.0)
Other Medicaid Enhancement Rev to Fund Net Appropriations	-	-	-	-	-	-	-
Total	\$ 78.1	\$ 79.2	\$ 9.1	\$ 9.0	\$ 87.2	\$ 88.2	\$ (1.0)

(1) Excludes Business Tax Cash Settlements of approximately \$25 million. These were recorded as a receivable and recognized in FY 2005.



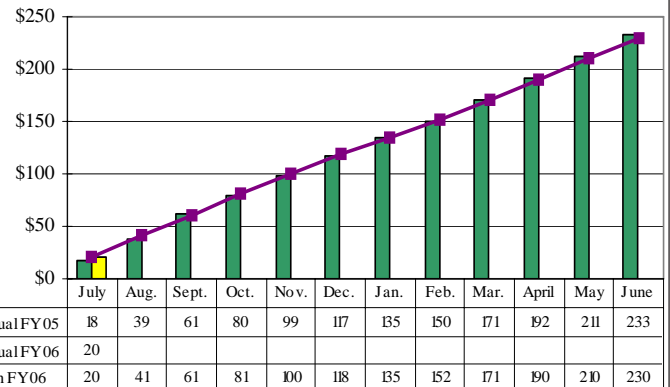
Education Trust Fund Statement of Activity - FY 2006 July 1, 2005 to July 31, 2005	
Description	In Millions
Beginning Surplus (unaudited)	\$ -
Unrestricted Revenue - See above	9.1
Transfers from General Fund Appropriations (net)	-
Expenditures	
Education Grants & Adm Costs	(1.5)
Ending Surplus (Deficit)	\$ 7.6

Year-to-Date Analysis

Highway Fund

Revenue Category	FY 06 Actuals	FY 06 Plan	Actual vs. Plan
Gasoline Road Toll	\$ 11.6	\$ 11.7	\$ (0.1)
Miscellaneous	1.4	-	1.4
Motor Vehicle Fees			
MV Registrations	5.8	7.1	(1.3)
MV Operators	0.4	0.5	(0.1)
Inspection Station Fees	0.2	0.3	(0.1)
MV Miscellaneous Fees	0.3	0.3	-
Certificate of Title	0.2	0.3	(0.1)
Total Fees	6.9	8.5	(1.6)
Total	\$ 19.9	\$ 20.2	\$ (0.3)

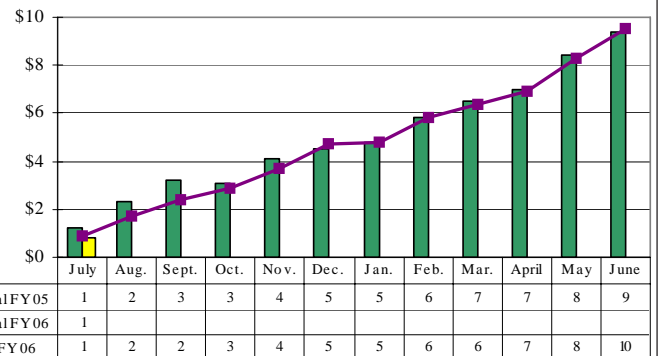
Cumulative Unrestricted Revenue



Fish & Game Fund

Revenue Category	FY 06 Actuals	FY 06 Plan	Actual vs. Plan
Fish and Game Licenses	\$ 0.8	\$ 0.8	\$ -
Fines and Penalties	-	-	-
Miscellaneous Sales	-	0.1	(0.1)
Federal Recoveries Indirect Costs	-	-	-
Total	\$ 0.8	\$ 0.9	\$ (0.1)

Cumulative Unrestricted Revenue



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